UNITED STATES INTERNATIONAL TRADE COMMISSION

Washington, DC 20436

MEMORANDUM ON PROPOSED TARIFF LEGISLATION of the 111th Congress ¹

[Date approved: March 25, 2010]²

Bill No. and sponsor: S. 2333 (Mr. John Kerry of Massachusetts et al.).

Proponent name, location: Sporting Goods Manufacturers Association, Silver Spring, MD.

Other bills on product (111th Congress only): None.

Nature of bill: Extension of temporary duty suspension through December 31, 2011.⁴

Retroactive effect: None.

Suggested article description(s) for enactment (including appropriate HTS subheading(s)):

Volleyballs (provided for in subheading 9506.62.80)

Check one:	X	Same as that in bill as introduced.			
		Different from that in bill as introduced (see Technical comments section)			

Product information, including uses/applications and source(s) of imports:

Volleyballs are spherical sports balls that are typically 25 to 27 inches (56 to 64 centimeters) in circumference and 9 to 10 ounces (250 to 280 grams) in weight. Volleyballs are produced to a variety of specifications, including competition, indoor, outdoor, practice, training, and youth. The highest quality competition balls have nylon-wound butyl rubber bladders and 18-panel, hand stitched, leather covers. Composite leather (polyurethane and polyvinyl chloride (PVC)) and other materials are also used as cover materials. While leather-covered volleyballs are most often designed for indoor use, they are also often approved for outdoor use.

China is the dominant import source and accounted for 68 percent of U.S. imports of volleyballs in 2008, followed by Thailand (10 percent), Japan (9 percent) and the Dominican Republic⁵ (7 percent). Imports entering free of duty under the Generalized System of Preferences (GSP) accounted for 14 percent of total U.S. imports in 2008. The leading suppliers of imports under GSP in 2008 were Thailand, Indonesia, and Pakistan.

¹ Industry analyst preparing report: Ralph Watkins (202-205-3492); Tariff Affairs contact: Jan Summers (202-205-2605).

² Access to an electronic copy of this memorandum is available at http://www.usitc.gov/tariff affairs/congress reports/.

³ The proponent identified 18 additional beneficiaries of this bill. The USITC sent inquiries to the additional beneficiaries and received responses from six. Four of these six submitted a written representation that they would benefit from this bill.

⁴ Heading 9902.13.10, which expired at the end of 2009, had afforded duty-free entry to the subject goods.

⁵ Dominican Republic is a member of the Dominican Republic-Central America-United States Free Trade Agreement and, thus, does not receive GSP treatment or benefits of the Caribbean Basin Economic Recovery Act. Under tariff classification rule 3 to chapter 96, as set forth in HTS general note 29(n), inputs from outside the list of countries in general note 29(a) that are used in such goods must be classifiable in other HTS chapters.

Estimated effect on customs revenue for the subject product classifiable in HTS subheading 9506.62.80:

\searrow	2010	2011	2012	2013	2014
Col. 1-General rate of duty	4.8%	4.8%	4.8%	4.8%	4.8%
Estimated value dutiable imports ^a	\$13,000,000	\$13,000,000	\$13,000,000	\$13,000,000	\$13,000,000
Customs revenue loss b	\$624,000	\$624,000	\$624,000	\$624,000	\$624,000

a/ Dutiable import estimates were based on official U.S. Government statistics.

Contacts with domestic firms/organizations (including the proponent):

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Sporting Goods Manufacturers Association (Proponent) Bill Sells, 301-495-6321 ext. 417	11/30/2009	No	No	No
Antioch Sporting Goods Steve Pipoly, 623-341-1221	12/1/2009	No	No	No
Baden Sports Michael Schindler, 253-925-0500	12/1/2009	No	No	No
Franklin Sports Larry Franklin, 781-344-1111	12/1/2009	No	No	No
GameMaster Athletics Garrett Kamstra, 859-746-9800 ext. 107	12/2/2009	No	No	No
K Concepts Kurt Kay, 717-843-3873	12/1/2009	No	No	No
Markwort Sporting Goods Co. Herbert W. Markwort, 314-652-8935	12/1/2009	No	No	No
Mikasa Sports USA Richard McCoy, 949-863-1588	12/1/2009	No	No	No
Molten USA Inc. Leigh Ann Davis, 775-353-4000 ext. 217	12/1/2009	No	No	No
NBA Properties Lauren Hendricks, 212-407-8000	12/1/2009	No	No	No
Olympia Sports Bill Mulka, 734-761-5173	12/1/2009	No	No	No
Park & Sun Ron Padilla, 303-935-8449	12/1/2009	No	No	No

 $[\]underline{b}$ / At the request of Congress, customs revenue loss is provided for 5 years, although the effective period of the proposed legislation may differ.

Name of firm/organization	Date contacted	Claim US makes same or competing product(s)?	Submission attached?	Opposition noted?
			(Yes/No)	
Rawlings Sporting Goods Robert Parish, 314-819-2801	12/1/2009	No	No	No
Reebok International Ltd. Erik Bodenhofer, 781-401-7288	12/1/2009	No	No	No
Regent Sports Corp. Ian Sandman, isandman@regent-halex.com	12/2/2009	No	No	No
Spalding Robert Adikes, radikes@aol.com	12/1/2009	No	No	No
Sportcraft, Ltd. Mike May, mmay@sportcraft.com	12/1/2009	No	No	No
Sportime International Peter Savitz, psavitz@sportime.com	12/1/2009	No	No	No
Tachikara USA, Inc. Roger Revelle, 913-498-1881	12/1/2009	No	No	No
UniSource Global Solutions Carl Ferraro, 516-606-0605	12/1/2009	No	No	No
Wilson Sporting Goods Co. Kevin McTernan, 773-714-6860	12/2/2009	No	No	No

	Technical	comments	•'
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None.

⁶ The Commission may express an opinion on the HTS classification of a product to facilitate consideration of the bill. However, by law, only the U.S. Customs Service is authorized to issue a binding ruling on this matter. The Commission believes that the U.S. Customs Service should be consulted prior to enactment of the bill.



111TH CONGRESS 1ST SESSION

S. 2333

To extend the temporary suspension of duty on volleyballs.

IN THE SENATE OF THE UNITED STATES

OCTOBER 29, 2009

Mr. Kerry (for himself, Mr. Kirk, Mr. Bunning, and Mr. Ensign) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To extend the temporary suspension of duty on volleyballs.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. VOLLEYBALLS.
- 4 (a) In General.—Heading 9902.13.10 of the Har-
- 5 monized Tariff Schedule of the United States (relating to
- 6 volleyballs) is amended by striking the date in the effective
- 7 period column and inserting "12/31/2011".
- 8 (b) Effective Date.—The amendment made by
- 9 subsection (a) applies to goods entered, or withdrawn from

- 1 warehouse for consumption, on or after the 15th day after
- 2 the date of the enactment of this Act.

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